Brandt-Hawley Law Group

Chauvet House • PO Box 1659 Glen Ellen, California 95442 707.938.3900 • fax 707.938.3200 preservationlawyers.com

December 8, 2015

Honorable London Breed, President and Members of the San Francisco Board of Supervisors c/o Angela Calvillo, Clerk of the Board

via email: angela.calvillo@sfgov.org

board.of.supervisors@sfgov.org

Subject: November 8, 2015 Agenda Items 57-68

Warriors Event Center Project

Land Use Plan Inconsistency and Project Alternatives

Dear President Breed and Supervisors:

The athletes on the remarkable Warriors team are at the top of their game. This did not occur by cutting corners or deferring problem-solving. Looking to the team's inspiring example — and the mandates of California law — the Mission Bay Alliance urges the Board to squarely address the environmental issues posed by the proposed arena, and not to pretend that they are resolved when they are not.

The Alliance remains committed to the current well-planned and codified vision for Mission Bay South. In a nutshell: the Mission Bay South Redevelopment Plan envisions development focused on medical and biotechnical research uses, including both office and laboratory space. It did not anticipate and does not allow a regional sports arena. Accomplished by the efforts of a great many people including members and supporters of the Alliance, Mission Bay South is planned in a classic, walkable grid pattern of ideally-sized 'vara' blocks — just like the first 10 blocks of the City laid out by Jean Jacques Vioget in 1839.

Plans can be amended, and San Franciscans have naturally assumed that the City would amend the Redevelopment Plan if it proposes to site the arena in Mission Bay. But that hasn't happened, despite requests of the Alliance since July. Rather than consider and analyze a Plan amendment, the environmental impact report (EIR) "scopes out" the issue and pretends that the arena is an allowed use — equivalent to a neighborhood bar or restaurant. Obviously, it is not.

Another area in which the EIR's approach is both inexplicable and contrary to law is the consideration of alternatives. The Warriors are going to build an arena. A primary question is where that can happen with the least environmental problems, which logically means a site further from AT&T Park. State law requires that when a proposed project has significant impacts, a range of reasonable alternatives must be considered, including a potentially-feasible "off-site" alternative. This EIR fails that mandate, as the only alternative considered is the Pier 30-32 site already rejected as infeasible.

This is not how the City treats other projects. It is short-sighted and unlawful for the City to allow the Warriors' desire to quickly build a new arena to trump long-term environmental protection. As our California Supreme Court ruled just last week when it set aside the massive Newhall Ranch project in southern California, despite an agency's desire to approve a project it finds desirable, "CEQA's requirements for informing the public and decision makers of adverse impacts, and for imposition of valid, feasible mitigation measures, *still need to be enforced*."

There has been much talk that the goal of the Mission Bay Alliance is to litigate the City's approval of the arena regardless of the merits. Discounting press reports of colorful statements by non-lawyers, the record shows that the Alliance has taken care to raise important environmental and zoning issues so the City can respond appropriately. If so, there would be no legal challenge. Yet the City to date

has refused to correct even the most blatant of the EIR's inadequacies and unsupported CEQA findings, including the two points outlined above and discussed below: the amendment of the Mission Bay South Redevelopment Plan and analysis of *even one* potentially-feasible off-site alternative.

The City's precommitment to the arena approval is manifest. It must take a step back, now, to comply with mandates of environmental law. The result will not only be a fine project but a reduction in the time all must wait to cheer for the Warriors team at their first home game in a state-of-the-art sports arena.

Violations of the California Environmental Quality Act

On the issues of land use and project alternatives, the Mission Bay Alliance has submitted comments on the Draft and Final Supplemental EIRs as well as separate letters addressing the inadequacy of the CEQA process for the Warriors Event Center project. Those comments will not be repeated here but are part of the record incorporated by reference. More recent assertions by the City and the Warriors on these topics are addressed below.

Land Use. The Draft Supplemental EIR did not address land use issues — at all. The Initial Study and Notice of Preparation conceded that although a sports arena had never been contemplated in Mission Bay South, all of the basketball arena uses now proposed by the Warriors were already encompassed within the 'Nighttime Entertainment' secondary use category analyzed in the 1998 Mission Bay EIR and codified in the Mission Bay South Redevelopment Plan. In fact, as the Alliance has explained in detail in previous submittals, the Event Center does not come close to fitting the applicable definition of the small-scale local bar and restaurant uses allowed as 'Nighttime Entertainment.'

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The Responses to Comments in the Final EIR, also reflected in OCII Executive Director Bohee's CEQA findings relevant to the appeal before you today,¹ takes a different approach. It pronounces for the first time that the sports arena somehow fits into secondary land uses allowed for "public structure or use of a non-industrial character"² or "recreation building." The Warriors' proposed private entertainment-oriented sports venue meets neither of those uses. Since there is no analysis provided in the EIR, one is left with the land use analysis in the 1998 Mission Bay South Redevelopment Plan EIR and a look at the land use maps in that Plan. A sports arena use does not reasonably fit as a secondary land use.

The Mission Bay EIR focused on entertainment-oriented commercial development in Mission Bay North, "intended to complement" the Giants ballpark. The EIR anticipated 389,000 square feet of related entertainment-oriented retail ancillary to the ballpark, including a theater complex of up to 25 screens. If a regional event venue had been anticipated in Mission Bay South, the 1998 EIR would have called it out. It is also telling that entertainment-oriented retail in Mission Bay South was projected at only 56,000 square feet, 15% of the size anticipated in Mission Bay North.

¹ The legal adequacy of the Director's CEQA findings is a question for the Board to decide in this administrative appeal, despite some unsupported statements to the contrary. OCII's appeal brief filed on November 30, 2015, contends that "Appellants have not demonstrated that the Final EIR is insufficient as an informational document, or that the OCII Commission's Findings and Conclusions, as set forth in the Final EIR and certification resolution, are unsupported by substantial evidence." (OCII Executive Summary, p. 8.) The Alliance disagrees with the OCII's substantive arguments, and clearly the adequacy of the findings set forth in the EIR are relevant to the issue of OCII's CEQA compliance and are part of this appeal.

² OCII oddly claims that this is two categories instead of one, which is illogical in context: it would allow any non-industrial use and obviate the need for the Plan.

In response to the land use arguments presented by the Alliance, I heard OCII's counsel tell the OCII Commission at the public hearing on November 30 that OCII has broad discretion to assign meaning to its own plans. But this argument is unavailing under these facts. The plain words of the Redevelopment Plan as to the meaning of primary and secondary land uses are supported by discussion in the 1998 Plan EIR; there is no ambiguity of language that could allow OCII to lawfully read an "18,000-seat sports arena" into any secondary use category.

All of the Plan-specific arguments have been rebutted in the Alliance letter to Director Bohee dated November 2, 2015, attached as Exhibit 1. In response to these points, OCII reiterated in its letter brief of a few days ago that the claimed secondary uses "generally conform with redevelopment objectives and planning and design controls, make a positive contribution to the Project Area, and provide necessary, desirable, and compatible development for the neighborhood and community." That is not enough: OCII's opinion of general conformity with overall Plan objectives cannot trump specific delineations of primary and secondary uses.

The EIR is also defective for failing to analyze land use inconsistency. It did not consider the environmental impacts of the project's departure from the Plan, including the loss of the 'vara' block grid, nor potentially-feasible mitigation measures or alternatives. OCII's response is that while an EIR would be required to discuss a plan inconsistency, it did not need to so here since there is no inconsistency. OCII is incorrect. Evidence of a project's inconsistency with land use plans adopted for environmental protection triggers environmental review in a prescribed public EIR process. (CEQA Guidelines, Appendix G.) An agency's conclusions about consistency must come after adequate environmental review. Here, the record provides much more than a fair argument of Plan inconsistency.

The Board should grant the appeal. The EIR is inadequate for failing to address the sports arena's arguable inconsistency with established land uses as well as OCII's unlawful reliance on inapplicable secondary use categories. The OCII Director's CEQA findings to the contrary are not supported by substantial evidence.

Amendment of the Redevelopment Plan must precede OCII consideration of a sports arena in Mission Bay South, following revision and recirculation of the Supplemental EIR. The arena cannot be rushed through without amendment.

Alternatives. Because a Warriors Event Center in Mission Bay has *many* concededly-significant impacts, the City cannot approve the project if building on another adequate site would lessen environmental problems:

Public agencies should not approve projects as proposed if there are feasible alternatives ... available which would substantially lessen the significant environmental effects of such projects.

(Pub. Resources Code, §§ 21002, 21081.) Analysis of a potentially-feasible alternate site, so critical to inform the public and City decisionmakers, did not happen. If ever there was an EIR topic not to skimp on, this was it. But the EIR considered only the Pier 30-32 site already rejected by the Warriors as infeasible. For all the reasons already explained, the EIR must be revised and recirculated to consider at least one potentially-feasible site that, among other things, would not be deluged by overlapping Giants and Warriors sports events.

The Alliance suggested one site farther removed from AT&T Park that would avoid the overlapping Giants game traffic, along with providing a number of other environmental advantages. As has been discussed in correspondence and reports, the site is large enough to be configured away from environmental problems via

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flexible design, and no fatal flaws have been identified. As noted in the attached report by BSK Associates, the Pier 80 site has some environmental impacts comparable to the Mission Bay South site, but also provides significant environmental advantages due to "the lack of occupied habitat, wetland and water features, and the lack of documented hazardous waste in the soils ..." The Alliance has previously submitted evidence that air quality impacts would also be less than at the proposed project site. The Pier 80 site — or another potentially-feasible alternate site — must be thoroughly vetted in a revised and recirculated EIR in order to comply with CEQA. If, as the Alliance contends, another site can achieve the Warriors' fundamental objectives and reduce significant environmental impacts, the City cannot lawfully approve the proposed project at the Mission Bay South site. At this point, the City has not conducted adequate environmental review of any site.

Thank you for your consideration of these issues.

Sincerely yours,

Susan Brandt-Hawley Attorney for Mission Bay Alliance

Brandt-Hawley Law Group

Chauvet House • PO Box 1659 Glen Ellen, California 95442 707.938.3900 • fax 707.938.3200 preservationlawyers.com

November 2, 2015

Tiffany Bohee, OCII Executive Director c/o Brett Bollinger, San Francisco Planning Department via email warriors@sfgov.org

Subject: Warriors Event Center & Mixed Use Development Inconsistency with Mission Bay South Redevelopment Plan 'Secondary Use' Classification

Dear Director Bohee and Mr. Bollinger:

The Mission Bay Alliance (the Alliance) contends that the Warriors' Event Center is unlawfully inconsistent with every use allowed by the Mission Bay South Redevelopment Plan (the Plan). Although the Alliance raised this issue in comments on the Draft Subsequent EIR (DSEIR), both the Responses to Comments in the Final SEIR and OCII's findings of project consistency remain materially inadequate.

The Plan designates uses allowed at a 'Commercial Industrial/Retail' site. The Alliance notes that while OCII now concedes that a sports arena is not within the scope of allowed 'principal uses' in that zoning, OCII contends that an arena is consistent with 'secondary uses.' As this letter will explain, all such secondary uses are similarly and demonstrably insufficient to permit the Warriors' sports arena.

Nighttime Entertainment. The Initial Study concluded, in error, that the DSEIR did not need to address land use issues — at all. It asserted that the entire Event Center, including the sports arena use, somehow met the secondary 'Nighttime Entertainment' use analyzed in the 1998 Plan EIR. Secondary uses were then generally referenced in the DSEIR (*e.g.*, pp. 3-8, 3-51, 4-5, 5.2-115), but there was no discussion of which category of secondary use would be allocated to the Event Center, inferring acceptance of the Nighttime Entertainment category.

The Plan describes Nighttime Entertainment in terms of small-scale local uses like dance halls, bars, nightclubs, discotheques, nightclubs, private clubs, and

Warriors Event Center Secondary Use Inconsistency November 2, 2015 Page 2 of 4

restaurants. (Plan, p. 50.) At the time of the 1998 EIR, several small neighborhood bars occasionally offered nighttime entertainment, consistent with the secondary use category. Such minor uses were compatible with the 3rd Street Corridor and the waterfront. Clearly, no mammoth regional entertainment venue was anticipated in Mission Bay South and no such use was considered in the 1998 Plan EIR.

And while professional basketball games are held at night, the Event Center also projects 31 annual events "related to conventions, conferences, civic events, corporate events and other gatherings," with an estimated attendance of between 9,000 and 18,500 patrons. "[T]he majority of events are expected to occur during day time hours." Such events are not 'Nighttime Entertainment.'

The Director's currently-proposed findings that the sports arena is 'Nighttime Entertainment' contemplated as a secondary use in the Plan are unsupported. The findings fail to match the scope and impacts of a professional sports venue with the analysis or description of uses in the Plan or in the 1998 EIR. The findings are fatally conclusory; that somehow a professional sports venue would be "similar" to a nightclub or bar use in the 'Nighttime Entertainment' category "because" it will serve alcohol, provide amplified live entertainment, and provide a venue for evening gatherings. The findings fail to address the core inconsistency of a regional sports arena with the intent of the adopted Plan and the Design for Development, which focus on commercial entertainment uses in Mission Bay North to complement the Giants' ballpark.

OCII's reliance on the negative; to wit, that the 'Nighttime Entertainment' secondary use has no specific size limitations, is not enough. The Plan provides for the continued development of Mission Bay South as a walkable urban community intended to facilitate world-class medical and biotechnology development. The Event Center project violates the Plan Area Map carefully designed in classic, walkable Vara Blocks. (Plan, Attachment 2, p. 40.) Neither the Plan nor the Design for Development contemplate any uses comparable in scope or impact to the Event Center as 'Nighttime Entertainment.'

That being said, in fact in the Final SEIR and as reflected in the proposed Plan consistency findings, OCII now implicitly agrees with the Alliance that the 'Nighttime Entertainment' secondary use standing alone does not encompass a sports arena. Now, OCII additionally relies on the Plan's alternate 'secondary uses.' No such uses are consistent with the Plan, as explained below.

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Recreation Building. One of the Plan's secondary use categories is for an undefined 'Recreation building.' (Plan, p. 15.) The Plan describes 'Outdoor Recreation' as "an area, not within a building, which is provided *for the recreational uses of patrons* of a commercial establishment." (Plan, p. 50, italics added.)

OCII's proposed findings as to the 'Recreation building' category stretch the regional sports arena use not only beyond what was contemplated by the Plan or studied in the 1998 EIR, but beyond logic. To state the obvious: there is a difference between 'recreation' and 'entertainment.' Both involve enjoyment and leisure, and may involve ancillary eating and drinking, and the Alliance has no quarrel with the Director's reference to recreation as "something people do to relax or have fun; activities done for enjoyment." (OCII Proposed Secondary Use Determination, p. 6.) But myriad dictionary definitions confirm and it cannot readily be denied that 'recreation' is commonly understood to involve one's personal physical activities while 'entertainment' refers to events or performances designed to entertain others.

None of the Plan's various references to 'entertainment' include athletic activities normally considered 'recreation:' Adult Entertainment [bookstore or theater], Amusement Enterprise [video games], Bar [drinking and theater], Theater [movies and performance]. (Plan, Attachment 5, pp. 44-51.) Consistently, the 1998 EIR's discussion of 'recreational' land uses focused in turn on open space, bicycles, parks, and water-based activities. (Mission Bay EIR, Volume IIB, pp. V.M. 15-28.).

In context, the Plan's reference to 'Recreation building' as a secondary use contemplates participatory recreational uses like the 'recreation facilities' referenced in the 1998 Plan EIR for the existing golf driving range and in-line hockey rink, with the expressed expectation that the size of recreational 'facilities' would decrease as redevelopment of the Plan area progressed. (OCII Proposed Secondary Use Determination, p. 6.)

Reliance on the secondary use of 'Recreation building' is unsupported.

Public Structure or Use of a Nonindustrial Character. As presented in the Plan, the category of "other secondary uses" labeled 'Public structure or use of a nonindustrial character' references *one* secondary use, not *two*. (Plan, p. 13.) The use is required to be public, and either a structure *or* a use.

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The interpretation urged by the Director is, again, strained beyond the plain words of the Plan. 'Public' is not defined in the Plan and so its common meaning is assumed. But as proposed in the consistency findings, OCII interprets a 'public' use as simply requiring that the public be somehow 'served.' That would encompass every kind of principal and secondary use listed in the Plan, from child care to animal care to hotel, *etc.*, and renders the category meaningless: *i.e.*, "Any use is ok."

Instead, a public structure or use is commonly understood to be under the control and management of a public agency for the benefit of its constituency — such as the University of California¹ or the City of San Francisco. The Plan provides a description of a range of anticipated public improvements in Attachment 4. This list includes both public buildings and public uses. None of the public improvements listed in Attachment 4 include anything like a private professional sports arena.

The Event Center is a private project and is not within the scope of the secondary use category for a public structure or use of a nonindustrial character.

Director's Findings. As explained, the sports arena uses that are the impetus for the Event Center project are not allowed by the Plan's allowed principal or secondary uses. An allowed use is prerequisite for a finding of Plan consistency. The Alliance will not belabor the myriad other inconsistencies with the Plan's objectives, design, incompatibility with UCSF, and creation of significant environmental impacts, as those have been described in the DSEIR comments and throughout the administrative record, but hereby objects to their insufficiencies and lack of supporting substantial evidence for the Plan consistency finding.

Consideration of the Event Center project must be preceded by amendment of the Plan to be consistent with the delineated principal and secondary uses and the adopted Plan Area Map of the Mission Bay South Redevelopment Plan.

Thank you.

Sincerely yours,

Susan Brandt-Hawley Attorney for Mission Bay Alliance

¹ See attached 2005 Resolution and Secondary Use finding regarding the "UCSF hospital" as a "public structure or use of a non-industrial character" for "a public body specifically created by the California Constitution."

RESOLUTION NO. 176-2005

Adopted November 1, 2005

APPROVING A MEMORANDUM OF UNDERSTANDING WITH THE REGENTS OF THE UNIVERSITY OF CALIFORNIA, A CALIFORNIA PUBLIC CORPORATION, AND ACKNOWLEDGING THE EXECUTIVE DIRECTOR'S FINDINGS OF CONSISTENCY WITH THE MISSION BAY SOUTH REDEVELOPMENT PLAN, FOR THE EXPANSION OF UCSF FACILITIES IN THE MISSION BAY SOUTH REDEVELOPMENT PROJECT AREA; MISSION BAY SOUTH REDEVELOPMENT PROJECT AREA

BASIS FOR RESOLUTION

- 1. On September 17, 1998, by Resolution No. 193-98, the Redevelopment Agency of the City and County of San Francisco's (the "Agency") Commission (the "Agency Commission") conditionally approved the Mission Bay South Owner Participation Agreement (the "South OPA") and related documents between Catellus Development Corporation (the "Owner") and the Agency for development in the Mission Bay South Redevelopment Project Area (the "Project Area").
- 2. On November 2, 1998, the Board of Supervisors of the City and County of San Francisco (the "Board") by Ordinance No. 335-98 approved and adopted the Redevelopment Plan for the Mission Bay South Redevelopment Project Area (the "Plan"). The Board's adoption of the Plan satisfied the conditions to the effectiveness of Agency Resolution No. 193-98.
- 3. On November 16, 1998, the Agency entered into the South OPA with the Owner. The South OPA sets forth phasing principles that govern the development of property in the Project Area. Those principles include the Owner's obligations to deliver to the Agency affordable housing sites as market rate housing is built in the Project Area. They also include the Owner's commitments to construct public open space and other public infrastructure adjacent to or otherwise triggered by development on any of the private parcels governed by the South OPA.
- 4. Under the South OPA and the related Mission Bay South Tax Increment Allocation Pledge Agreement (the "Pledge Agreement"), dated as of November 16, 1998, between the Agency and the City and County of San Francisco (the "City"), approximately 20% of the total property tax increment (plus certain excess tax increment) generated by development in the Project Area is contractually dedicated to develop affordable housing units on parcels that the Owner will contribute to the Agency, to achieve the affordable housing program contemplated by the Plan.

- 5. The South OPA requires the Owner to construct the public infrastructure directly related to each of the major phases in accordance with the incremental build-out of each project. Under the South OPA and the Pledge Agreement, the Agency is obligated to fund, repay or reimburse the Owner, subject to certain conditions, for the direct and indirect costs of constructing the infrastructure. The Agency has established a Community Facilities District ("CFD") for infrastructure in the Project Area. The Agency has also established a separate CFD to pay the costs of maintaining the public open space in the Project Area.
- 6. The South OPA provides that as a condition to any transfer of property in the Project Area, the Owner must obtain the agreement of the transferee to assume all of Owner's obligations under the South OPA with respect to the transferred parcels.
- 7. The Project Area includes an approximately 43-acre biomedical research and educational campus site (the "Campus Site") for the University of California, San Francisco ("UCSF"). UCSF has already invested about \$675 million on projects completed or underway on the Campus Site within the Plan Area and has plans to invest another \$225 million on projects in design.
- 8. The Regents of the University of California, a California public corporation ("The Regents") wishes to lease or acquire, and the Owner wishes to transfer Parcels 36, 37, 38 and 39 in the Project Area, comprising approximately 9.65 acres of land for the possible expansion of UCSF in Mission Bay (the "Expansion Parcels"). These parcels are not part of the 43 acres that the Plan originally designated as the Campus Site.
- 9. On November 30, 2004, The Regents released proposed amendments in draft form to its long range development plan, as LRDP Amendment #2. Those amendments contemplate an expansion of UCSF facilities onto the Expansion Parcels, including the possibility of developing by 2012 new integrated specialty Children's, Women's and Cancer hospitals containing about 210 beds, together with ambulatory and research facilities. In March 2005, The Regents approved LRDP Amendment #2 (the "Project") and certified a related final environmental impact report (the "LRDP #2 FEIR") which analyzed the environmental effects of the proposed UCSF development on the Expansion Parcels. Copies of the LRDP #2 FEIR are on file with the Agency Secretary.
- 10. The Owner and The Regents have entered into an Option Agreement and Grant of Option to Lease, dated as of January 1, 2005 (the "Option to Lease"), which provides that upon the satisfaction of certain conditions and the exercise by The Regents of its option (i) Catellus, as landlord, and The Regents, as tenant, will enter into a long-term ground lease of the Expansion Parcels (the "Lease") and (ii) the Owner and The Regents will at the same time enter into an Option Agreement and Grant of Option to Purchase (the

- "Option to Purchase") under which The Regents will have an option to purchase the Expansion Parcels.
- 11. If The Regents exercises the Option to Lease within the option term, the Lease would allow for The Regents to develop up to 1,020,000 leasable square feet on the Expansion Parcels, provided that (a) any development of those parcels is the subject of further environmental review under the California Environmental Quality Act ("CEQA"), and (b) the Owner does not lose any of its entitled development potential for the balance of its land nor lose any of its other rights and privileges under the South OPA.
- 12. Pursuant to Section 302 of the Plan, the development of the contemplated UCSF facilities on the Expansion Parcels is permitted as a subset of "Other Uses" as a secondary use. Such secondary uses are permitted provided that such use generally conforms with redevelopment objectives and planning and design controls established pursuant to the Plan and based on certain findings of consistency by the Agency's Executive Director (the "Consistency Findings"). The Executive Director has made the Consistency Findings, and such findings are hereby incorporated herein by this reference as if fully set forth.
- 13. The City must make substantial improvements to San Francisco General Hospital ("SFGH") by 2013 and is evaluating a number of alternatives, including rebuilding on site and co-locating a new SFGH with new UCSF medical facilities in Mission Bay.
- 14. As a State agency, The Regents is exempt under the State Constitution from local land use regulation and property taxes to the extent it uses property exclusively in furtherance of its educational mission.
- 15. The Agency, City and The Regents negotiated a non-binding term sheet to guide the preparation of final transactional and related documents, such as a Disposition and Development Agreement ("DDA") for The Regents to acquire property for, and to construct and subsidize, affordable housing for low-income workers of UCSF, which DDA is being considered by the Agency Commission concurrently with this Resolution, pursuant to Resolution No. 160-2005, and provided terms for a Memorandum of Understanding regarding design standards and cooperation on the development of the Expansion Parcels (the "MOU"). The Agency Commission approved the non-binding term sheet on May 17, 2005 by Resolution No. 81-2005.
- 16. The proposed MOU addresses, among other things: the potential loss of tax increment from the transfer of the Expansion Parcels to a tax-exempt entity; the obligations to build infrastructure associated with development on the Expansion Parcels; the potential assistance of UCSF in the planning of the colocation, if any, of SFGH with the new UCSF facilities; the standards for design review for construction on the Expansion Parcels; local hiring and

equal opportunity for jobs associated with the development on the Expansion Parcels; and other matters designed to provide the Agency and City with significant public benefits.

- 17. Agency staff is recommending that the Agency Commission approve the MOU, and the associated Consistency Findings.
- 18. The Agency Commission has reviewed and considered the information contained in the LRDP #2 FEIR.
- 19. The Agency Commission hereby finds that the MOU is an action in furtherance of the implementation of the Project for purposes of compliance with CEQA.
- 20. By Resolution 175-2005, the Agency Commission adopted environmental findings related to the LRDP #2 FEIR, pursuant to CEQA and the CEQA Guidelines (the "Findings"). Such Findings are made pursuant to the Agency's role as the responsible agency under CEQA for the Project. The Findings are hereby incorporated herein by this reference as if fully set forth.

RESOLUTION

ACCORDINGLY, IT IS RESOLVED by the Redevelopment Agency of the City and County of San Francisco that the findings of consistency with the Mission Bay South Redevelopment Plan are approved and the Executive Director is authorized to execute the "Expansion of UCSF Facilities in Mission Bay South Redevelopment Project Area (Blocks 36-39) Memorandum of Understanding", substantially in the form lodged with the Agency General Counsel; Mission Bay South Redevelopment Project Area.

APPROVED AS TO FORM:

James B. Morales

Agency General Counsel

To:

Marcia Rosen

Executive Director

From:

Amy Neches

Senior Project Manag

Re:

Secondary Use Finding Recommendation for UCSF Hospital in Mission

Bay South Redevelopment Area

Pursuant to a Term Sheet dated as of August 1, 2005 between the City, the Agency and The Regents of the University of California, which was endorsed by the Commission on May 17, 2005 (Resolution No. 81-2005), the Agency is considering agreements, including a Memorandum of Understanding ("MOU"), under which the University of California at San Francisco ("UCSF") may develop a hospital in the Mission Bay South Redevelopment Area ("Redevelopment Area").

The UCSF hospital would be located on Blocks 36-39 within the Commercial Industrial land use district of the Redevelopment Area, as described in the Mission Bay South Redevelopment Plan (the "Plan"). The UCSF hospital development may also include all or portions of Block X3 within the Commercial Industrial/Retail land use district. In both of these land use districts "public structure or use of a non-industrial character" is permitted as a subset of "Other Uses" as a secondary use.

The University of California, of which UCSF is a component, is a public body specifically created by the California Constitution. A hospital or medical center is described in §790.44 of the San Francisco Planning Code as a "public or private institutional use which provides medical facilities for inpatient care, medical offices, clinics, and laboratories." The proposed UCSF hospital development will include these components. The hospital will not including manufacturing, warehousing, or distribution of goods, and can reasonably be considered a "non-industrial use." This interpretation is supported by the San Francisco Planning Code, under which hospitals are permitted as a conditional use in all C districts and NC-3 districts.

Section 302 of the Plan provides as follows:

"Secondary uses shall be permitted in a particular land use district...provided that such use generally conforms with redevelopment objectives and planning and design controls established pursuant to this Plan and is determined by the Executive Director to make a positive contribution to the character of the Plan Area, based on

a finding of consistency with the following criteria: the secondary use, at the size and intensity contemplated and at the proposed location, will provide a development that is necessary or desirable for, and compatible with, the neighborhood or the community."

Staff believes that the UCSF hospital is appropriate as a secondary use, based on the following:

- The proposed hospital will be located on approximately 10 to 14 acres of land adjacent to the Mission Bay UCSF research campus that have been determined to be blighted and are affected by environmental contamination. UCSF plans close integration of its basic academic research activities with the teaching, research and patient care activities within the planned hospital. The plan for development of the UCSF hospital generally conforms to the Redevelopment Project Objectives as described in §103 of the Plan, particularly with objective A of eliminating blight and correcting environmental deficiencies, and objective B of retaining and promoting UCSF's research and academic activities within the City and County of San Francisco.
- Under the MOU, the UCSF hospital development will generally conform to the planning and design controls established pursuant to the Plan, including the street layout, setbacks, and streetscape plan. To accommodate the needs of the hospital, the MOU will include specific adjustments to the existing height and bulk standards of the Commercial Industrial and Commercial Industrial/Retail land use zones of the Mission Bay South Design for Development. These changes will lower the maximum height of a hospital to 105 feet, compared to the existing 160 foot limit, but would allow for somewhat greater bulk in the mid-rise area. These changes have been studied and presented to the public at two well-noticed public meetings. In staff's opinion, the proposed adjustments represent reasonable variation from the existing standards, which will have little if any negative effect on the surrounding community in the context of overall Mission Bay development.
- The hospital will contain no more development, as calculated under the Plan in leasable square feet, than would have been permitted under the principal uses permitted in these land use districts, and there will be no net increase in the overall size of development within the Redevelopment Area. The hospital will be developed on parcels that would otherwise likely have been developed with commercial office or life science/biotechnology uses. These uses would have been constructed in buildings of reasonably similar size and appearance as the proposed hospital use.
- 4) The proposed hospital will allow UCSF to continue to provide needed tertiary health care to the residents of San Francisco in a modern seismically safe hospital, and will assist UCSF in furthering its research and academic mission.

Based on these factors, staff believes that it is appropriate to make the finding of consistency cited above, and recommends that the Executive Director permit the development of the UCSF hospital as a secondary use in Mission Bay, subject to the approval of the MOU by the Commission.

Approved on October 12, 2005:

Marcia Rosen

Executive Director



3140 Gold Camp Drive, Suite 160 Rancho Cordova, CA 95670 P 916.853.9293 F 916.853.9297www.bskassociates.com

Via U.S. Mail and Email (Osha Meserve osha@semlawyers.com)

November 23, 2015

BSK Project Number E0906601S

Soluri Meserve 1010 F Street, Suite 100 Sacramento, CA 95814

Subject: Review

Pier 80 Alternate Site for Warrior Event Center

OCII: ER 2014-919-97

Mission Bay Project, San Francisco, California

Dear Ms. Meserve:

At the request of Soluri Meserve, BSK Associates (BSK) reviewed the following document: Commission on Community Investment and Infrastructure (OCII), Resolution No. 70-2015¹ (CEQA Findings). You requested that BSK evaluate the relative difference between the two proposed project sites for the purposes of a California Environmental Quality Act (CEQA) alternatives evaluation. Our review was limited to the Geology, Engineering Geology, Seismic and Biology-related aspects of the subject documents. We also reviewed the readily available, publically accessible information provided to us to develop this opinion. The review is solely based on this information in the context of a CEQA evaluation and is not appropriate for other purposes, such as project design or permitting, which would require that the same technical analyses be applied to both sites, such as geotechnical and biological studies.

REVIEW

The two sites reviewed are Site 1, Mission Bay Blocks 29-32, and Site 2, Pier 80. Both areas are large open, level sites, with an industrial history, each with a border on the Bay or Bay channel frontage. The Pier 80 site is slightly lower in elevation, but both are subject to the same relative environmental considerations with some exceptions, which are detailed below.

¹ http://www.gsweventcenter.com/OCIICommissionPublicMeetings%5C2015_1103_Resolution70.pdf

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Assessment of Issues Raised in CEQA Findings

MTA siting (CEQA Findings, p. 72)

The San Francisco Metropolitan Transit Authority has an existing facility that occupies a large portion of Pier 80. The vast majority of this site is an open parking lot and otherwise includes a small maintenance facility. Both of these features are consistent with exchanging the location with the Mission Bay site or others on the local area. The argument that this location could not be exchanged for another site seems unsubstantiated.

Impacts to Islais Creek (CEQA Findings, p. 73)

The impacts to the Islais Creek area from a project at Pier 80 appear to be misstated. As BSK indicated in its prior submittals on the MBA project, those site storm drains go directly to the Bay. At the Pier 80 site, there is already a separate stormwater system. In either case, the generic environmental impact associated with urban stormwater to the San Francisco Bay is likely to be the same for all practical purposes. One specific difference from a hazards analysis perspective, however, is that the Pier 80 site doesn't have documented hazardous waste found in the proposed excavated area or staged around the site. (FSEIR, Vol. 6, p. 13.11-184)

The proposed MBA project is already relying on Pier 80 for the purposes of parking mitigation (Impacts of Mitigation Measure M-TR-11c, Off-site Parking).² The impacts from the parking would be the same. In all likelihood the existing parking areas at the Mission Bay site would continue to be used and the sites are interchangeable from a technical perspective.

Flooding (CEQA Findings, p. 73)

The flooding analysis mischaracterizes the prior FSEIR analysis of parking:

"Neither site would be permanently inundated with 11-inches of sea level rise by 2050 or with 36-inches of sea level rise by 2100. Even if flooding were to occur in the future, the parking lots do not include the construction of structures that could be damaged. Further, no people would be put at risk because of the intermittent use of the site. Therefore, impacts related to flooding as a result of sea level rise would be less than significant." (FSEIR 13.11-184) The flooding risk is asserted solely on the basis that Islais Creek has been mapped for flooding, and the City of San Francisco or the Federal Emergency Management Agency has not yet mapped other sites, such as Mission Bay. The failure to map other locations does not mean that other areas are not subject to flooding. Similar or identical mitigation



 $^{^2\} http://sfmea.sfplanning.org/Vol\%204_GSW\%20MB\%20Responses\%20to\%20Comments.pdf$

³ http://sfgsa.org/Modules/ShowDocument.aspx?documentid=7519

against flooding would be necessary for both sites. That flood proofing mitigation is similar or identical to that which would be needed to compensate for sea level rise in both cases.

Tsunami Hazard Zone (CEQA Findings, p. 73)

Similar to Mission Bay Blocks 29-32, the Pier 80 site is located in a Tsunami Hazard Zone established by the State of California (California Emergency Management Agency, June 15, 2009 Map). Similar or identical mitigation against flooding due to tsunami hazards would be necessary for both sites.

Other Issues not raised in CEQA Findings

Liquefaction Hazard Zone

Similar to Mission Bay Blocks 29-32, the Pier 80 site is located in a Liquefaction Seismic Hazard Zone established by the State of California (California Geologic Survey, November 17, 2000 Map). Evaluation and mitigation of liquefaction hazards would be necessary at both sites. Due to the proximity of both sites to the bay, liquefaction induced lateral spread would be a hazard requiring mitigation at both sites.

Soil Fill

According to the NOAA Shoreline Website both the Blocks 29-32 site and the Pier 80 site are located on old bay fill areas (http://shoreline.noaa.gov/data/datasheets/t-sheets.html). Both sites are located in areas that have a history of infilling with non-engineered fill material that would require characterization and mitigation to support structures.

Biology

The Pier 80 site has no visible water features, wetlands, native or naturalized vegetative cover areas that could provide plant or wildlife habitat. The fringe wetland and naturalized features that do exist in this area are on the other site of the completed park, and all outside of the constructible footprints, beyond the fully developed trail and waterfront recreational facilities. Therefore there would not need to have mitigation for breeding birds as the DSEIR has, of for water or wetlands as BSK has identified in its prior analysis. Given the fully built-out waterfront at Pier 80, the impacts on the shoreline would be less than the impacts that follow the Mission Bay build-out of its shoreline.

SUMMARY

In summary, the sites are fundamentally the same from a technical perspective for the issues examined. The major differences, and from a CEQA perspective we believe significant in terms of environmental impacts, are the lack of occupied habitat, wetland and water features, and the lack of documented hazardous waste in the soils at the Pier 80 site. Therefore, the Proposed CEQA Alternate site, Pier 80,



would likely have either equivalent or less severe impacts to the environment that the Mission Bay site from a CEQA alternatives perspective.

LIMITATIONS

Our review was limited to the Geology, Engineering Geology, Seismic, and Biology-related aspects as they relate to the CEQA alternatives analysis following the reports made available for review. Additional information related to the project may be available through other sources, but were not reviewed for the purposes of this analysis.

The observations, assessment and recommendations submitted in this report are based upon the data obtained from existing reports prepared by others. The report does not reflect variations which may occur beyond the assessed area. BSK's services were be performed in a manner consistent with the level of care and skill ordinarily exercised by other professionals practicing in the same locale and under similar circumstances at the time the work is performed. No warranty, either expressed or implied, is included. The findings of the field observation may have a potential for negative impact(s) on the value or suitability of the site for some purposes. BSK cannot assume liability for any such negative impact(s). Permitting requirements or permit interpretations may change over time. The findings of this report are valid as of the present. However, changes in the conditions of the site can occur with the passage of time, whether caused by natural processes or the human-induced changes on this property or adjacent properties. In addition, changes in applicable or appropriate standards or practices may occur, whether they result from legislation, governmental policy, or the broadening of knowledge.

We appreciate the opportunity to be of service to Soluri Meserve and trust that this correspondence provides you with the necessary information at this time. Please contact us with questions regarding the review comments presented this letter.

Respectfully submitted, **BSK Associates**

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Martin B. Cline, P.G., C.E.G. Q.S.P.

Senior Engineering Geologist

Erik Ringelberg

Senior Environmental Scientist

